Alabama Commission on Higher Education 100 North Union Street, Suite 782 Montgomery, AL 36104 334-242-1998 www.ache.ache.state.al.us

# ACHE

## ALABAMA COMMISSION ON HIGHER EDUCATION

## **COMMISSION MEETING**

February 6, 2007 2:00 p.m.

RSA Union Building, 9th Floor Public Service Commission Hearing Room 100 North Union Street Montgomery, AL 36104

#### **AGENDA**

#### **ALABAMA COMMISSION ON HIGHER EDUCATION**

RSA Union Building, 9<sup>th</sup> Floor Public Service Commission Hearing Room

February 6, 2007 2:00 p.m.

- I. Call to Order
- II. Roll Call of Members and Determination of Quorum
- III. Approval of Agenda
- IV. Decision Item
  - A. Unified Budget Recommendation for FY 2007-08

#### Council of Presidents Meeting January 30, 2007 10:30 a.m.

The Council of Presidents met on January 30, 2007 to discuss the FY 2007-2008 Unified Budget Recommendation. At that meeting they voted to approve the scenario which is included in the attached Commission item. The vote was 9 yes, 6 no, 2 abstention and one member was absent and did not send a representative.

The Council also discussed the possibility of a bond issue coming up during the 2007 Legislative Session. On a vote of 12 yes and 5 no they requested the following:

The Commission will be asked to endorse a billion dollar bond issue to the Governor and the Legislature for the capital needs of K-12 and Higher education;

The Commission will be asked to further endorse that forty percent of the bond issue funds be distributed to Higher Education and sixty percent to K-12.

A discussion on the ACHE staff proposal to create the Alabama Consolidated Research Initiative & Technology Effort (ACRITE) was the final item to be discussed. ACHE staff handed out a draft laying out some of the initial discussions concerning this line (attached). There was some concern expressed by one member about who would be allowed to submit proposals for the fund. The Council expressed support for the concept presented in the proposal although they stated that they needed further details before they could vote on such a proposal. The draft proposal is being revised to address concerns.

## ALABAMA COMMISSION ON HIGHER EDUCATION Tuesday, February 6, 2007

DECISION ITEM A <u>Unified Budget Recommendation for FY 2007-2008</u>

Staff Presenter: Ms. Susan J. Cagle

Director of Institutional Finance and Facilities

Staff Recommendation: That the Commission approve the FY 2007-2008 Unified Budget Recommendation (UBR) as presented by the

Commission staff and approve endorsement of a capital

separate appropriations to each of the institutions."

bond issue.

und:
Section 16-5-9(b) of the Code of Alabama states that
"...The Commission ... shall present to each institution
and the Governor and legislature, a single unified budget
report containing budget recommendations for the

The Commission's Planning, Finance, and Accountability committee met on October 18, 2006 to discuss the general process to be used in preparation of the FY 2007-2008 Unified Budget Recommendation. On November 1, 2006, Commission staff sent several scenarios to the Council of College and University Presidents (the "Council"), the Planning, Finance, and Accountability committee and others in order to begin discussions of the FY 2007-2008 Unified Budget recommendation. The Council met on November 16, 2006 and January 30, 2007 to discuss the Unified Budget Recommendation.

At the January 30, 2007 Council meeting, the Council approved a recommendation prepared by staff that included the following:

- That each institution receive its last year's total appropriation as its base. Assume \$200 million in new money for the institutions. Distribute new money at a ratio of 15% (\$30,000,000) to two-year institutions and 85% (\$170,000,000) to four-year institutions:
- 2. New monies are to be distributed as follows (items not in a priority order):
  - Fully fund mandated health insurance (PEEHIP) (two-year institutions only) and retirement rate increases (two and four-year institutions);
  - Fully fund mandated PEEHIP retirees' health insurance rate increases for public senior institutions who do not currently participate in PEEHIP (all except Athens and JSU);
  - Fully fund mandated health insurance (PEEHIP)
    rate increase for Athens State University and
    Jacksonville State University. These two public
    senior institutions participate in PEEHIP and are
    therefore not required to pay additional costs for
    their retirees;

#### Background:

#### ALABAMA COMMISSION ON HIGHER EDUCATION Tuesday, February 6, 2007 Decision Item A

- Alabama A&M University's Extension Urban Affairs & NonTraditional Land Grant Program receive an increase based on inflation as of the end of August (3.8%);
- All other new monies were to be distributed on an ACHE Standard Index.

An additional \$36,717,820 in new funds is also recommended for various other lines associated with higher education. Included in this recommendation is a request for \$40 million for the Alabama Consolidated Research Initiative and Technology Effort (ACRITE). This line would be placed in the Commission's budget. Funds from ACRITE would be distributed by the Commission based on proposals submitted from public four-and two-year institutions and other state higher education related entities for projects that are related to research, technology, and economic development initiatives that would be of benefit to the citizens of the State of Alabama. The Council discussed the ACRITE proposal at the January 30, 2007 meeting and did express support for the concept presented in the proposal although they stated that they needed further details before they could vote on such a proposal.

The Council also requested that the Commission be asked to endorse a billion dollar bond issue to the Governor and the Legislature for the capital needs of K-12 and Higher Education and further endorse that forty percent of the bond issue funds be distributed to Higher Education and sixty percent to K-12. Commission staff supports the request and asks Commission endorsement.

#### Supporting Documentation:

- 1. Unified Budget Recommendation, FY 2007-2008, attached.
- 2. Draft of ACRITE proposal will be made available at the meeting.

#### Alabama Commission on Higher Education

#### Fiscal Year 2007-2008 Unified Budget Recommendation Preliminary Scenario

	FY 2007-20		Estimated Funds for FY 2007-2008	Estimated Funds for FY 2007-2008	Recommended	Split Based on	Simulated			
	FY 2006-2007	ACHE	Retirement	Rate Increase for	increases for	ACHE Standard	FY 2007-2008	FY 2007-2008	Percent	
INSTITUTION	Appropriation	Standard	Rate Increase (1)	University Retirees (2)	Other Purposes (3)(5)	Index	Increase	Recommendation	Increase	
THO	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	
AAM	38,452,521	40.024.202	688,596	133,790		2 776 767	4 500 453	42.054.674	11.000/	
ASU	40,729,042	48,831,383 40,089,772	598,863	91,752		3,776,767 3,100,665	4,599,153 3,791,279	43,051,674 44,520,321	11.96% 9.31%	
AU		, ,	,	,		, ,				
UA UA	260,809,486 171,299,493	413,087,396	5,102,960 2.059.590	768,353 427,626		31,949,432 19,495,424	37,820,745	298,630,231	14.50% 12.83%	
UAB	,,	252,064,387	, ,	,		42,034,880	21,982,641	193,282,134		
UAH	306,529,308 50,675,495	543,486,314 74,052,606	10,042,480 814,860	917,502 110,685		5,727,453	52,994,862	359,524,170 57,328,493	17.29% 13.13%	
	, ,	, ,	,	,			6,652,998	, ,		
USA	120,388,263	195,905,012	3,865,386	437,058		15,151,888	19,454,331	139,842,594	16.16%	
Doctoral O&M Total	988,883,608	1,567,516,870	23,172,735	2,886,766		121,236,509	147,296,010	1,136,179,618	14.90%	
ATHENS	13,463,281	14,242,316	218,759		150,350	1,101,544	1,470,653	14,933,934	10.92%	
AUM	27,210,846	25,999,858	391,955	259,237		2,010,908	2,662,100	29,872,946	9.78%	
JSU	42,714,403	48,079,248	679,924		606,967	3,718,595	5,005,487	47,719,890	11.72%	
TROY	52,067,717	67,105,154	756,890	36,040		5,190,116	5,983,046	58,050,763	11.49%	
UM	20,928,835	21,396,023	279,028	52,692		1,654,833	1,986,554	22,915,389	9.49%	
UNA	29,783,495	35,783,657	490,320	62,690		2,767,617	3,320,627	33,104,122	11.15%	
UWA	14,364,841	19,658,221	221,927	30,528		1,520,426	1,772,881	16,137,722	12.34%	
Nondoctoral O&M Total	200,533,418	232,264,478	3,038,804	441,187	757,317	17,964,039	22,201,347	222,734,765	11.07%	
Senior Subtotal	1,189,417,026	1,799,781,348	26,211,539	3,327,953	757,317	139,200,549	169,497,357	1,358,914,383	14.25%	
Other										
Alabama A&M University										
Ag Res & Ext-State Match (4)	1,501,585							1,501,585		
Extension-Urban Affairs & NonTrad. Ld Grt Pgm	3,769,987				143,260		143,260	3,913,247	3.80%	
Ag Research Station fixed Costs	300,000							300,000		
Alabama State University										
Desegregation Planning	184,906	184,906						184,906		
Title VI Prog Enhancement	1,657,477	1,657,477						1,657,477		
Master of Accountancy	142,232	152,026			9,794		9,794	152,026	6.89%	
BS-Health Information Mgmt.	445,634	479,323			33,689		33,689	479,323	7.56%	
BS-Occupational Therapy	537,255	520,980			(16,275)		(16,275)	520,980	-3.03%	
MS-Physical Therapy	1,282,976	1,630,747			347,771		347,771	1,630,747	27.11%	
EdD Ed Leadership	2,182,400	2,258,364			75,964		75,964	2,258,364	3.48%	
Ph.D Microbiology	1,301,078	1,209,518			(91,560)		(91,560)	1,209,518	-7.04%	
Total Senior	1,202,722,556	1,807,874,689	26,211,539	3,327,953	1,259,960	139,200,549	170,000,000	1,372,722,556	14.13%	
Total Two-Year	355,456,378	271,276,505	4,195,437		3,089,165	22,715,398	30,000,000	385,456,378	8.44%	
Total	1,558,178,934	2,079,151,195	30,406,976	3,327,953	4,349,125	161,915,946	200,000,000	1,758,178,934	12.84%	

#### Notes:

<sup>1)</sup> Based on calculations made by the AL Comm. on Higher Education using the increase in FY 2007 rate (9.36%) to the FY 2008 rate (11.06%). Rates subject to change due to legislative action.

<sup>2)</sup> Retirees from the October 2006 count have been increased 3% for FY 2007-2008. FY 2006-2007 rate based on an increase from FY 2007 rate of \$416 by approximately 8.1% for a rate of \$450. This estimate has been calculated by the Alabama Commission on Higher Education and has not been verified by PEEHIB and is subject to legislative action.

The increase has been calculated using the FY 2006-2007 amount estimated supplied by the institutions.

<sup>3)</sup> Funds for Athens State University and Jacksonville State University and the two-year institutions are to cover the cost of the PEEHIP rate increase.

<sup>4)</sup> Additional FY 06-07 & FY 07-08 allocation of \$2,201,555 for this line is included in the line for the Alabama Agricultural Land Grant Alliance (AALGA). The total amount allocated for FY 2006-2007 & FY 2007-2008 is \$3,703,140.

<sup>5)</sup> PEEHIP rate increases supplied by ADPE.

#### Alabama Commission on Higher Education

#### Fiscal Year 2007-2008 Unified Budget Recommendation Preliminary Scenario

		FY 2007-2008	Estimated Funds for FY 2007-2008	Estimated Funds for FY 2007-2008	Recommended	\$139,200,549 Split Based on		Simulated	
	FY 2006-2007	ACHE	Retirement	Rate Increase for	increases for	ACHE Standard	FY 2007-2008	FY 2007-2008	Percent
INSTITUTION	Appropriation	Standard	Rate Increase (1)	University Retirees (2)	Other Purposes (3)	Index	Increase	Recommendation	Increase
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
ААМ	38,452,521	48,831,383	688,596	133,790		3,776,767	4,599,153	43,051,674	11.96%
ASU	40,729,042	40,089,772	598,863	91,752		3,100,665	3,791,279	44,520,321	9.31%
AU	260,809,486	413,087,396	5,102,960	768,353		31,949,432	37,820,745	298,630,231	14.50%
UA	171,299,493	252,064,387	2,059,590	427,626		19,495,424	21,982,641	193,282,134	12.83%
UAB	306,529,308	543,486,314	10,042,480	917,502		42,034,880	52,994,862	359,524,170	17.29%
UAH	50,675,495	74,052,606	814,860	110,685		5,727,453	6,652,998	57,328,493	13.13%
USA	120,388,263	195,905,012	3,865,386	437,058		15,151,888	19,454,331	139,842,594	16.16%
Doctoral O&M Total	988,883,608	1,567,516,870	23,172,735	2,886,766		121,236,509	147,296,010	1,136,179,618	14.90%
ATHENS	13,463,281	14,242,316	218,759		150,350	1,101,544	1,470,653	14,933,934	10.92%
AUM	27,210,846	25,999,858	391,955	259,237		2,010,908	2,662,100	29,872,946	9.78%
JSU	42,714,403	48,079,248	679,924		606,967	3,718,595	5,005,487	47,719,890	11.72%
TROY	52,067,717	67,105,154	756,890	36,040		5,190,116	5,983,046	58,050,763	11.49%
UM	20,928,835	21,396,023	279,028	52,692		1,654,833	1,986,554	22,915,389	9.49%
UNA	29,783,495	35,783,657	490,320	62,690		2,767,617	3,320,627	33,104,122	11.15%
UWA	14,364,841	19,658,221	221,927	30,528		1,520,426	1,772,881	16,137,722	12.34%
Nondoctoral O&M Total	200,533,418	232,264,478	3,038,804	441,187	757,317	17,964,039	22,201,347	222,734,765	11.07%
Senior Subtotal	1,189,417,026	1,799,781,348	26,211,539	3,327,953	757,317	139,200,549	169,497,357	1,358,914,383	14.25%
Other									
Alabama A&M University									
Ag Res & Ext-State Match (4)	1,501,585							1,501,585	
Extension-Urban Affairs & NonTrad. Ld Grt Pgm	3,769,987				143,260		143,260	3,913,247	3.80%
Ag Research Station fixed Costs	300,000							300,000	
Alabama State University									
Desegregation Planning	184,906	184,906						184,906	
Title VI Prog Enhancement	1,657,477	1,657,477						1,657,477	
Master of Accountancy	142,232	152,026			9,794		9,794	152,026	6.89%
BS-Health Information Mgmt.	445,634	479,323			33,689		33,689	479,323	7.56%
BS-Occupational Therapy	537,255	520,980			(16,275)		(16,275)	520,980	-3.03%
MS-Physical Therapy	1,282,976	1,630,747			347,771		347,771	1,630,747	27.11%
EdD Ed Leadership	2,182,400	2,258,364			75,964		75,964	2,258,364	3.48%
Ph.D Microbiology	1,301,078	1,209,518			(91,560)		(91,560)	1,209,518	-7.04%
Total	1,202,722,556	1,807,874,689	26,211,539	3,327,953	1,259,960	139,200,549	170,000,000	1,372,722,556	14.13%

<sup>1)</sup> Based on calculations made by the AL Comm. on Higher Education using the increase in FY 2007 rate (9.36%) to the FY 2086 rate (11.06%). Rates subject to change due to legislative action.

<sup>2)</sup> Retirees from the October 2006 count have been increased 3% for FY 2007-2008. FY 2006-2007 rate based on an increase from FY 2007 rate of \$416 by approximately 8.1% for a rate of \$450. This estimate has been calculated by the Alabama Commission on Higher Education and has not been verified by PEEHIB and is subject to legislative action.

The increase has been calculated using the FY 2006-2007 amount estimated supplied by the institutions.

<sup>3)</sup> Funds for Athens State University and Jacksonville State University are to cover the cost of the PEEHIP rate increase.

<sup>4)</sup> Additional FY 06-07 allocation of \$2,201,555 for this line is included in the line for the Alabama Agricultural Land Grant Alliance (AALGA). The total amount allocated for FY 2006-2007 was \$3,703,140.

#### Alabama Commission on Higher Education Fiscal Year 2007-2008 Unified Budget Recommendation Preliminary Scenario

			Estimated Funds	Estimated Funds	\$22,715,398			
	E\/ 0000 0007	FY 2007-2008	for FY 2007-2008	for FY 2007-2008	Split Based on	E)/ 0007 0000	Simulated	
INICTITUTION	FY 2006-2007	ACHE	Retirement	PEEHIP	ACHE Standard	FY 2007-2008	FY 2007-2008	Percent
INSTITUTION	Appropriation	Standard	Rate Increase (1)	Rate Increase (1)	Index	Increase	Recommendation	Increase
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Alabama Southern	7,358,559	4,905,174	102,453	78,143	410,736	591,331	7,949,890	8.04%
Bevill State	18,248,131	15,895,882	199,974	166,359	1,331,045	1,697,378	19,945,509	9.30%
Bishop	15,882,084	15,698,768	230,524	177,615	1,314,540	1,722,678	17,604,762	10.85%
Calhoun	20,366,335	18,069,212	303,415	201,494	1,513,029	2,017,938	22,384,273	9.91%
Central Alabama	8,912,502	7,472,012	111,999	74,237	625,671	811,907	9,724,409	9.11%
Chattahoochee	5,468,248	5,938,673	72,035	56,149	497,276	625,460	6,093,708	11.44%
Drake	4,125,699	2,952,263	51,803	34,977	247,208	333,988	4,459,687	8.10%
Enterprise-Ozark	9,155,133	7,315,592	133,603	93,273	612,573	839,449	9,994,582	9.17%
Faulkner	9,595,780	9,221,535	120,542	100,233	772,167	992,942	10,588,722	10.35%
Gadsden	26,241,915	19,091,883	371,833	238,985	1,598,663	2,209,481	28,451,396	8.42%
Ingram	7,039,886	3,403,498	69,855	46,874	284,993	401,722	7,441,608	5.71%
Jeff Davis	6,535,171	5,165,937	77,114	53,792	432,571	563,477	7,098,648	8.62%
Jefferson State	21,070,013	20,823,892	289,053	219,260	1,743,693	2,252,006	23,322,019	10.69%
Lawson	16,530,690	14,048,025	206,438	166,633	1,176,314	1,549,386	18,080,076	9.37%
L. B. Wallace	8,385,943	6,212,814	104,225	77,366	520,231	701,823	9,087,766	8.37%
Marion	7,316,994	1,871,914	57,685	68,553	156,745	282,983	7,599,977	3.87%
Northeast	6,771,775	7,025,457	89,507	58,875	588,278	736,660	7,508,435	10.88%
Northwest Shoals	12,178,700	13,699,708	190,968	133,406	1,147,148	1,471,522	13,650,222	12.08%
Reid	4,661,946	2,644,183	64,540	41,840	221,411	327,792	4,989,738	7.03%
Shelton	18,176,960	19,389,146	381,231	232,207	1,623,554	2,236,992	20,413,952	12.31%
Snead	6,200,396	6,701,093	62,254	63,342	561,117	686,713	6,887,109	11.08%
Southern Union	13,678,926	15,184,535	170,594	131,556	1,271,480	1,573,630	15,252,556	11.50%
Trenholm	10,694,145	5,991,243	129,435	88,310	501,678	719,423	11,413,568	6.73%
Wallace - Dothan	16,661,425	13,378,881	223,954	163,645	1,120,284	1,507,883	18,169,308	9.05%
Wallace - Hanceville	15,623,463	17,481,584	187,438	177,072	1,463,824	1,828,334	17,451,797	11.70%
Wallace - Selma	9,588,839	6,079,833	92,607	70,261	509,096	671,964	10,260,803	7.01%
Shelton State Fire College	5,707,838	4,791,896	40,169	37,818	401,250	479,237	6,187,075	8.40%
Unallocated & Other O&M (2)	43,278,882	821,872	60,190	36,891	68,820	165,901	43,444,783	0.38%
Two Year Total	355,456,378	271,276,505	4,195,437	3,089,165	22,715,398	30,000,000	385,456,378	8.44%

<sup>1)</sup> Supplied by the Alabama Department of Postsecondary Education.

<sup>2)</sup> Includes funds not yet distributed by the Chancellor of the ADPE and \$6,009,350 funds for the Alabama Technology Network, BREMSS, and CITY Program

### ALABAMA COMMISSION ON HIGHER EDUCATION 2005-2006, 2006-2007 Appropriation, 2007-2008 Request, ACHE Standard, and Recommendation

Total Public institutions	2005-2006 <u>Appropriation</u> (1) 1,317,180,754	2006-2007 <u>Appropriation</u> (2) 1,558,178,935	2007-2008 <u>Request</u> (3) 1,816,372,595	2007-2008 ACHE <u>Standard</u> (4) 2,079,151,196	2007-2008 ACHE Recommended <u>Budget</u> (5) 1,758,178,935	<u>Difference</u> (6) 200,000,000	Percent Change (7) 12.84%
STATE LEVEL HIGHER EDUCATION PROGRAMS							
Other Two-Year							
Postsecondary Education Department	3,850,544	4,834,547	5,930,890		5,005,890	171,343	3.54%
Adult Basic Education	12,469,614	16,428,598	18,177,912		16,677,912	249,314	1.52%
Alabama Ind. Devel. Trng. Inst.	7,024,057	11,980,352	13,324,547		12,120,514	140,162	1.17%
C.I.T.Y Program	4,881,507	5,135,174	6,667,718		5,320,541	185,367	3.61%
Special Population Training - Pilot Program	2,500,000	5,150,000	6,000,000		5,150,000		
Mine Safety Training Program		250,000	300,000		250,000		
Alabama Small Business Institute of Commerce	1,000,000						
Subtotal: Other Two-Year	31,725,722	43,778,671	50,401,067		44,524,857	746,186	1.70%
Other Higher Education							
MESC/Dauphin Island Sea Lab	3,264,306	3,790,737	8,877,607		4,510,737	720,000	18.99%
Private Colleges & Schools Marion Military Institute* Talladega College A&M/Miles Consortium	289,995 685,009 273,436	374,644 885,009 353,252	1,000,000 353,252		929,259 353,252	(374,644) 44,250	-100.00% 5.00%
State-Related Institution Tuskegee University	7,688,198	10,142,502	17,907,281		10,649,627	507,125	5.00%
Total: Private & State-Related Institutions	8,936,638	11,755,407	19,260,533		11,932,138	176,731	1.50%
Subtotal: Other Higher Education	12,200,944	15,546,144	28,138,140		16,442,875	896,731	5.77%

<sup>\* 70%</sup> of Appropriation is shown the remaining 30% is allocated to K-12 Appropriation. Marion became part of the Public Two-Year College system June 1, 2006.

## ALABAMA COMMISSION ON HIGHER EDUCATION 2005-2006, 2006-2007 Appropriation, 2007-2008 Request, ACHE Standard, and Recommendation

		· · · · · · · · · · · · · · · · · · ·	, , , , , , , , , , , , , , , , , , , ,				-
				2007-2008	2007-2008 ACHE		
	2005-2006	2006-2007	2007-2008	ACHE	Recommended		Percent
	Appropriation	Appropriation	Request	Standard	Budget	Difference	Change
Alabama Commission on Higher Education	(1)	(2)	(3)	(4)	(5)	(6)	(7)
Alabama Commission on Higher Education							
Planning & Coordination Services + Supplemental	2,433,727	2,634,090	3,134,090		3,134,090	500,000	18.98%
School & University Partnership for Education Renewal Pgm	100,000	100,000	100,000		100,000		
Subtotal: Planning & Coordination Services	2,533,727	2,734,090	3,234,090		3,234,090	500,000	18.29%
•							
Articulation Program	450,000	450,000	500,000		500,000	50,000	11.11%
SREB + Supplemental	716,271	716,271	841,271		841,271	125,000	17.45%
Network of AL Academic Libraries + Supplemental	321,655	321,655	1,500,000		1,500,000	1,178,345	366.34%
EPSCOR	481,139	1,000,000	1,500,000		1,500,000	500,000	50.00%
Alabama Consolidated Research Initiative & Technology Effort			40,000,000		40,000,000	40,000,000	
Subtotal: Statewide	1,969,065	2,487,926	44,341,271		44,341,271	41,853,345	1682.26%
AL National Guard Schol. Prog.	675,143	675,143	675,143		675,143		
AL Student Assistance Program + Supplemental	1,721,558	1,721,558	3,443,116		3,443,116	1,721,558	100.00%
AL Student Assistance Program - Knight		10,000,000				(10,000,000)	-100.00%
AL Educational Grant Program (ASGP) + Supplemental	1,769,471	2,769,471	2,769,471		2,769,471		
Technology Scholarships for Alabama Teachers							
Police and Fire Fighters' Survivors Tuition	95,880	137,000	137,000		137,000		
Subtotal: Student Aid included in ACHE's budget	4,262,052	15,303,172	7,024,730		7,024,730	(8,278,442)	-54.10%
v						( , , ,	
Alabama Agricultural Land Grant Alliance	6,000,000	6,500,000	7,500,000		7,500,000	1,000,000	15.38%
Total: ACHE and Statewide ACHE Pgms.	14,764,844	27,025,188	62,100,091		62,100,091	35,074,903	129.79%
Dept. of Veterans' Affairs	18.462.120	21,272,728	23,400,000		21.272.728		
American Legion Scholarships	112,500	112,500	112,500		112,500		
Dependents Blind Parents	12,750	12,750	12,750		12,750		
Medical Scholarships	12,700	1,300,000	1,900,000		1,300,000		
Optometric Scholarships		188,000	188,000		188,000		
Dental Scholarships		185,000	185,000		185,000		
Chiropractic Scholarships		32,000	32,000		32,000		
·		,	,		,		
Nursing Scholarships	0.704.000	57,000	57,000		57,000		
Teacher In-Service Centers	2,724,286	2,724,286	2,908,799		2,724,286		
Telephone Revolving Fund	1,350,000	1,350,000	1,350,000		1,350,000		
UAB-Special Mental Health	4,032,177	4,132,177	4,132,177		4,132,177		
Total: Other Statewide Pgms.	26,693,833	31,366,441	34,278,226		31,366,441		
SUBTOTAL: ALL STATE LEVEL PGMS.	85,385,343	117,716,444	174,917,524		154,434,264	36,717,820	31.19%
TOTAL SENIOR, TWO YEAR & STATE LEVEL	1,402,566,097	1,675,895,379	1,991,290,119	2,079,151,196	1,912,613,199	236,717,820	14.12%
Knight vs. AL Financial Obligations (excluding Court-Ordered Pgms							
	E 200 0E 4	4 040 000	4 040 000		4.040.000		
& Minority Recruitment & Retention Line)	5,309,054	4,612,208	4,612,208		4,612,208		
TOTAL HIGHER EDUCATION	1,407,875,151	1,680,507,587	1,995,902,327	2,079,151,196	1,917,225,407	236,717,820	14.09%
TOTAL HIGHLIN EDUCATION	1,407,073,131	1,000,007,307	1,990,902,327	2,079,101,190	1,811,225,407	230,111,020	14.09%

#### Alabama Consolidated Research Initiative & Technology Effort

The Alabama Consolidated Research Initiative & Technology Effort (ACRITE) is designed to promote technology-based research and economic development; to encourage research collaboration and innovation between higher education institutions, other state entities, and business; to promote workforce development; and to leverage State funding with investments from the Federal government and private industry.

- Funds would be requested for FY 08 ETF budget for the Alabama Consolidated Research Initiative & Technology Effort (ACRITE).
- ACRITE would be a line in ACHE's budget and would be administered and distributed by ACHE.
- Funds from ACRITE would be distributed by ACHE based on proposals submitted from public four-and two-year institutions and other public state higher education related entities. Other state higher education related entitles would include agencies and consortium such as AIDT, NAAL and Dauphin Island Sealab.
- Project proposals would have to be related to research, technology, and economic development initiatives which would be of benefit to the citizens of the State of Alabama by advancing economic development.
- Proposals must be shown to have a benefit for the community or State. They could not be for projects that only relate to the college, i.e. funds for technology to make the institution wireless would not be an acceptable proposal as it would only benefit the institution. Funds for facilities will not be considered, however equipment costs may be included in proposals as long as the equipment is directly related to he project and benefit out side of the institution can be shown.
- A committee would be created made up of representatives from the institutions, business, and government to advise ACHE on the merits of the proposals.
- Cooperative proposals involving two or more institutions or entities would be allowed, and in fact encouraged.
- Proposals that are receiving matching funds from other sources would be given greater consideration than proposals without any other funding sources.
- Proposals requesting one-time funding use with the potential for external and/or matching funds extending the projects' life are encouraged.
- No one project would be given more \_\_\_\_% of the available funds. (Percent to be determined after further discussion)
- No one institution or entity would be allowed to receive more than \_\_\_\_% of total funds available. (Percent to be determined after further discussion)
- The funds for ACRITE would go into a nonreverting fund so that if funds were left over at the end of the fiscal year they could be used for projects the next year.